

Alan Ransome Sporting Goods Group Limited

Group Strategic Report,
Report of the Director and
Consolidated Financial Statements
for the Year Ended 30 June 2018

“Registrar of Companies Copy”
Registered Number: 01181988



Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Contents of the Consolidated Financial Statements
for the Year Ended 30 June 2018

	Page
Company Information	1
Group Strategic Report	2
Report of the Director	3
Report of the Independent Auditors	4
Consolidated Statement of Comprehensive Income	6
Consolidated Balance Sheet	7
Company Balance Sheet	8
Consolidated Statement of Changes in Equity	9
Company Statement of Changes in Equity	10
Consolidated Cash Flow Statement	11
Notes to the Consolidated Cash Flow Statement	12
Notes to the Consolidated Financial Statements	13

**Alan Ransome Sporting Goods Group
Limited**

**Company Information
for the Year Ended 30 June 2018**

DIRECTOR: A E Ransome

SECRETARY: P Spellman

REGISTERED OFFICE: Queensway
Middlesbrough
TS3 8TF

REGISTERED NUMBER: 01181988 (England and Wales)

AUDITORS: Anderson Barrowcliff LLP
Statutory Auditor
Chartered Accountants
3 Kingfisher Court
Bowesfield Park
Stockton on Tees
TS18 3EX

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Group Strategic Report
for the Year Ended 30 June 2018

The director presents his strategic report of the company and the group for the year ended 30 June 2018.

REVIEW OF BUSINESS

The results for the year and the financial position of the company and the group are as shown in the annexed financial statements. The director considers the key financial performance indicators that are used to monitor the company and the group performance are turnover and gross profit margin.

During the year the group has seen a decrease in sales activity level in its sports equipment activity and an increase in its financial services as follows:-

	2018 £	2017 £
Sports equipment sales	4,906,963	5,383,176
Financial services	86,528	77,460
	<u>4,993,491</u>	<u>5,460,636</u>
	2018	2017
Sports equipment sales - gross margin	30.5%	32.9%

The reduction in sports equipment sales is as a direct result of the discovery of asbestos within some of the warehouses which resulted in their closure for a number of months during the year. The ongoing costs which are directly attributable to the asbestos and its removal have been shown as exceptional costs in the year as detailed in note 4.

The reduction in the gross margin is due to unfavourable exchange rates. The group imports most of its equipment for resale and is therefore susceptible to the varying rates of exchange in the euro and the dollar.

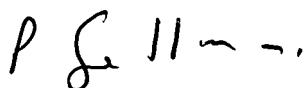
The director is of the opinion that there are no non-financial key performance indicators necessary for the understanding of the business.

The year end position of the company and the group is considered to be satisfactory.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties facing the company and the group relate to the general economic situation and its effect on consumer spending. The company and the group also continue to face competition on price from the Far East. Most of the equipment for resale is imported and the company and the group are therefore susceptible to the varying rates of exchange in the euro and the dollar.

ON BEHALF OF THE BOARD:



P Spellman - Secretary

27 March 2019

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Report of the Director
for the Year Ended 30 June 2018

The director presents his report with the financial statements of the company and the group for the year ended 30 June 2018.

PRINCIPAL ACTIVITIES

The principal activities of the group in the year under review were those of importers and dealers in sports equipment and financial services.

DIVIDENDS

No dividends will be distributed for the year ended 30 June 2018.

DIRECTOR

A E Ransome held office during the whole of the period from 1 July 2017 to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Group Strategic Report, the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

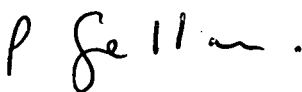
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

AUDITORS

The auditors, Anderson Barrowcliff LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



P Spellman - Secretary

27 March 2019

Report of the Independent Auditors to the Members of
Alan Ransome Sporting Goods Group
Limited

Qualified opinion

We have audited the financial statements of Alan Ransome Sporting Goods Group Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 30 June 2018 which comprise the Consolidated Statement of Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, except for the possible effects of the matter described in the Basis for qualified opinion section of our report, the accompanying consolidated financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 30 June 2018, and of the group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for qualified opinion

As explained in the Group Strategic Report, some of the group's warehouses were forced to close over a number of months due to the discovery of asbestos within the buildings. As such no physical access was possible to the warehouses over the year end and, as a result, the group was unable to perform the usual full physical count of the stocks held at 30 June 2018. We have therefore been unable to obtain sufficient appropriate audit evidence to confirm the accuracy and reliability of the group's book stock records with regard to the physical quantities of stocks at 30 June 2018, which are stated in the balance sheet at £1,707,082.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The director is responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Director, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Group Strategic Report and the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Strategic Report and the Report of the Director have been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of
Alan Ransome Sporting Goods Group
Limited

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Director.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of director

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the director is responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the director either intends to liquidate the group or the parent company or to cease operations, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Helen Wilson FCA (Senior Statutory Auditor)
for and on behalf of Anderson Barrowcliff LLP
Statutory Auditor
Chartered Accountants
3 Kingfisher Court
Bowesfield Park
Stockton on Tees
TS18 3EX

27 March 2019

**Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)**

**Consolidated Statement of Comprehensive Income
for the Year Ended 30 June 2018**

	Notes	2018 £	£	2017 £	£
TURNOVER	2		4,993,491		5,460,636
Cost of sales			3,409,760		3,614,146
GROSS PROFIT			1,583,731		1,846,490
Distribution costs		117,877		166,107	
Administrative expenses		1,427,270		1,484,513	
			1,545,147		1,650,620
			38,584		195,870
Other operating income			10,000		-
			48,584		195,870
Asbestos removal and related costs	4		219,131		-
			(170,547)		195,870
Interest receivable and similar income			30,458		23,061
(LOSS)/PROFIT BEFORE TAXATION	5		(140,089)		218,931
Tax on (loss)/profit	6		(56,278)		37,347
(LOSS)/PROFIT FOR THE FINANCIAL YEAR			(83,811)		181,584
OTHER COMPREHENSIVE INCOME			-		-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR			(83,811)		181,584
(Loss)/profit attributable to: Owners of the parent			(83,811)		181,584
Total comprehensive income attributable to: Owners of the parent			(83,811)		181,584


The notes form part of these financial statements

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Consolidated Balance Sheet
30 June 2018

	Notes	2018		2017	
		£	£	£	£
FIXED ASSETS					
Tangible assets	9		1,666,870		1,636,745
Investments	10		-		-
			<hr/>		<hr/>
			1,666,870		1,636,745
CURRENT ASSETS					
Stocks	11	1,707,082		1,461,288	
Debtors	12	1,324,610		1,399,001	
Cash at bank		454,366		641,274	
		<hr/>		<hr/>	
		3,486,058		3,501,563	
CREDITORS					
Amounts falling due within one year	13	793,665		672,234	
		<hr/>		<hr/>	
NET CURRENT ASSETS			2,692,393		2,829,329
			<hr/>		<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES			4,359,263		4,466,074
PROVISIONS FOR LIABILITIES	15		141,000		164,000
			<hr/>		<hr/>
NET ASSETS			4,218,263		4,302,074
			<hr/>		<hr/>
CAPITAL AND RESERVES					
Called up share capital	16		30,170		30,170
Share premium	17		231,299		231,299
Other reserves	17		3,004		3,004
Retained earnings	17		3,953,790		4,037,601
			<hr/>		<hr/>
SHAREHOLDERS' FUNDS			4,218,263		4,302,074
			<hr/>		<hr/>

The financial statements were approved by the director on 27 March 2019 and were signed by:


A E Ransome - Director

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Company Balance Sheet
30 June 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Tangible assets	9	1,666,871	1,636,746
Investments	10	291,567	291,567
		<u>1,958,438</u>	<u>1,928,313</u>
CURRENT ASSETS			
Stocks	11	1,707,082	1,461,288
Debtors	12	1,300,691	1,375,082
Cash at bank		454,366	641,274
		<u>3,462,139</u>	<u>3,477,644</u>
CREDITORS			
Amounts falling due within one year	13	1,322,286	1,200,855
NET CURRENT ASSETS		<u>2,139,853</u>	<u>2,276,789</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,098,291</u>	<u>4,205,102</u>
PROVISIONS FOR LIABILITIES	15	141,000	164,000
NET ASSETS		<u><u>3,957,291</u></u>	<u><u>4,041,102</u></u>
CAPITAL AND RESERVES			
Called up share capital	16	30,170	30,170
Share premium	17	231,299	231,299
Retained earnings	17	3,695,822	3,779,633
SHAREHOLDERS' FUNDS		<u><u>3,957,291</u></u>	<u><u>4,041,102</u></u>
Company's (loss)/profit for the financial year		<u><u>(83,811)</u></u>	<u><u>181,585</u></u>

The financial statements were approved by the director on 27 March 2019 and were signed by:



A E Ransome - Director

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Consolidated Statement of Changes in Equity
for the Year Ended 30 June 2018

	Called up share capital £	Retained earnings £	Share premium £	Other reserves £	Total equity £
Balance at 1 July 2016	30,170	3,886,017	231,299	3,004	4,150,490
Changes in equity					
Dividends	-	(30,000)	-	-	(30,000)
Total comprehensive income	-	181,584	-	-	181,584
Balance at 30 June 2017	<u>30,170</u>	<u>4,037,601</u>	<u>231,299</u>	<u>3,004</u>	<u>4,302,074</u>
Changes in equity					
Total comprehensive income	-	(83,811)	-	-	(83,811)
Balance at 30 June 2018	<u><u>30,170</u></u>	<u><u>3,953,790</u></u>	<u><u>231,299</u></u>	<u><u>3,004</u></u>	<u><u>4,218,263</u></u>

The notes form part of these financial statements

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Company Statement of Changes in Equity
for the Year Ended 30 June 2018

	Called up share capital £	Retained earnings £	Share premium £	Total equity £
Balance at 1 July 2016	30,170	3,628,048	231,299	3,889,517
Changes in equity				
Dividends	-	(30,000)	-	(30,000)
Total comprehensive income	-	181,585	-	181,585
Balance at 30 June 2017	<u>30,170</u>	<u>3,779,633</u>	<u>231,299</u>	<u>4,041,102</u>
Changes in equity				
Total comprehensive income	-	(83,811)	-	(83,811)
Balance at 30 June 2018	<u><u>30,170</u></u>	<u><u>3,695,822</u></u>	<u><u>231,299</u></u>	<u><u>3,957,291</u></u>

The notes form part of these financial statements

**Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)**

**Consolidated Cash Flow Statement
for the Year Ended 30 June 2018**

	Notes	2018 £	2017 £
Cash flows from operating activities			
Cash generated from operations	1	(111,683)	140,641
Tax paid		(50,346)	(37,898)
Net cash from operating activities		<u>(162,029)</u>	<u>102,743</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(103,548)	(36,598)
Interest received		30,458	23,061
Net cash from investing activities		<u>(73,090)</u>	<u>(13,537)</u>
Cash flows from financing activities			
Amount introduced by directors		48,211	1,173
Equity dividends paid		-	(30,000)
Net cash from financing activities		<u>48,211</u>	<u>(28,827)</u>
(Decrease)/increase in cash and cash equivalents		<u>(186,908)</u>	<u>60,379</u>
Cash and cash equivalents at beginning of year	2	641,274	580,895
Cash and cash equivalents at end of year	2	<u><u>454,366</u></u>	<u><u>641,274</u></u>

The notes form part of these financial statements

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Notes to the Consolidated Cash Flow Statement
for the Year Ended 30 June 2018

1. RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2018	2017
	£	£
(Loss)/profit before taxation	(140,089)	218,931
Depreciation charges	69,337	75,298
Loss on disposal of fixed assets	4,086	-
Finance income	(30,458)	(23,061)
	<u>(97,124)</u>	<u>271,168</u>
(Increase)/decrease in stocks	(245,794)	53,559
Decrease/(increase) in trade and other debtors	107,670	(94,949)
Increase/(decrease) in trade and other creditors.	123,565	(89,137)
	<u>(111,683)</u>	<u>140,641</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 30 June 2018

	30.6.18	1.7.17
	£	£
Cash and cash equivalents	<u>454,366</u>	<u>641,274</u>

Year ended 30 June 2017

	30.6.17	1.7.16
	£	£
Cash and cash equivalents	<u>641,274</u>	<u>580,895</u>

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Notes to the Consolidated Financial Statements
for the Year Ended 30 June 2018

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

Alan Ransome Sporting Goods Group Limited is a private limited company incorporated in England, United Kingdom. The address of the registered office is given in the company information on page 1 of these financial statements. The main place of business of the group is Queensway, Skippers Lane Industrial Estate, Middlesbrough, TS3 8TF. The nature of the group's operations and principal activities are set out in the Report of the Director on page 3.

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and the Republic of Ireland" (FRS102) and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention. The financial statements are prepared in sterling which is the functional currency of the group.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the company and its subsidiary companies.

As permitted by section 408 of the Companies Act 2006, the statement of comprehensive income of the parent company is not presented as part of these financial statements.

Turnover

Turnover is measured at the fair value of the consideration received or receivable net of VAT and trade discounts. The policies adopted for the recognition of turnover are as follows:

Sale of goods

Turnover from the sale of goods is recognised when significant risks and rewards of ownership of the goods have transferred to the buyer. This is usually on the despatch of the goods.

Interest receivable

Interest income is recognised using the effective interest method.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Freehold property	- 2% on reducing balance
Long leasehold	- 2% on reducing balance
Fixtures and fittings	- 30% on reducing balance and 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Tangible fixed assets are stated at cost, net of depreciation and any provision for impairment.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2018

1. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies

Foreign currency transactions are initially recognised by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Monetary assets and liabilities denominated in a foreign currency at the balance sheet date are translated using the closing rate.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in profit or loss.

Loans receivable

Loans are initially recognised at the transaction price. Subsequently they are measured at amortised cost using the effective interest method.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss.

Significant judgements and estimates

In the application of the group's accounting policies, which are described above, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2018

2. TURNOVER

The turnover and loss (2017 - profit) before taxation are attributable to the principal activities of the group.

An analysis of turnover by class of business is given below:

	2018	2017
	£	£
Sport equipment	4,906,963	5,383,176
Financial services	86,528	77,460
	<u>4,993,491</u>	<u>5,460,636</u>

3. EMPLOYEES AND DIRECTORS

	2018	2017
	£	£
Wages and salaries	729,398	716,564
Social security costs	52,556	48,356
Other pension costs	13,200	11,820
	<u>795,154</u>	<u>776,740</u>

The average number of employees during the year was as follows:

	2018	2017
Administration	36	33
Sales & distribution	1	1
	<u>37</u>	<u>34</u>

	2018	2017
	£	£
Director's remuneration	-	-
	<u>-</u>	<u>-</u>

4. EXPENDITURE OF EXCEPTIONAL SIZE OR INCIDENCE

	2018	2017
	£	£
Asbestos removal and related costs	<u>(219,131)</u>	<u>-</u>

During the year the group has incurred costs of £219,131 relating to the cleaning and removal of asbestos following its discovery in the warehouses. The costs above include the professional fees, the cost of damaged stock, the costs of removal of the asbestos and cleaning in addition to further stock storage costs incurred during the work in the warehouses.

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2018

5. (LOSS)/PROFIT BEFORE TAXATION

The loss (2017 - profit) is stated after charging:

	2018	2017
	£	£
Depreciation - owned assets	69,337	75,298
Loss on disposal of fixed assets	4,086	-
Auditors remuneration	8,000	6,000
	<u> </u>	<u> </u>

6. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the loss for the year was as follows:

	2018	2017
	£	£
Current tax:		
UK corporation tax	-	50,347
Over provision in the prior year	(33,278)	-
	<u> </u>	<u> </u>
Total current tax	(33,278)	50,347
Deferred taxation	(23,000)	(13,000)
	<u> </u>	<u> </u>
Tax on (loss)/profit	(56,278)	37,347
	<u> </u>	<u> </u>

Reconciliation of total tax (credit)/charge included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2018	2017
	£	£
(Loss)/profit before tax	(140,089)	218,931
	<u> </u>	<u> </u>
(Loss)/profit multiplied by the standard rate of corporation tax in the UK of 19% (2017 - 19%)	(26,617)	41,597
Effects of:		
Expenses not deductible for tax purposes	625	38
Capital allowances in excess of depreciation	(13,026)	-
Depreciation in excess of capital allowances	-	2,608
Utilisation of tax losses	32,014	-
Adjustments to tax charge in respect of previous periods	(33,278)	-
Change in tax rate	-	(6,896)
Land remediation relief claimed	(15,996)	-
	<u> </u>	<u> </u>
Total tax (credit)/charge	(56,278)	37,347
	<u> </u>	<u> </u>

7. INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME

As permitted by Section 408 of the Companies Act 2006, the Statement of Comprehensive Income of the parent company is not presented as part of these financial statements.

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2018

8. DIVIDENDS

	2018 £	2017 £
Ordinary shares of £1 each		
Final	-	30,000

9. TANGIBLE FIXED ASSETS

Group

	Freehold property £	Long leasehold £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 July 2017	544,640	1,041,440	546,748	100,170	2,232,998
Additions	87,500	-	16,048	-	103,548
Disposals	-	-	(29,380)	-	(29,380)
At 30 June 2018	632,140	1,041,440	533,416	100,170	2,307,166
DEPRECIATION					
At 1 July 2017	100,348	81,726	337,244	76,935	596,253
Charge for year	9,406	19,195	34,927	5,809	69,337
Eliminated on disposal	-	-	(25,294)	-	(25,294)
At 30 June 2018	109,754	100,921	346,877	82,744	640,296
NET BOOK VALUE					
At 30 June 2018	522,386	940,519	186,539	17,426	1,666,870
At 30 June 2017	444,292	959,714	209,504	23,235	1,636,745

Company

	Freehold property £	Long leasehold £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 July 2017	544,640	1,041,440	546,748	100,170	2,232,998
Additions	87,500	-	16,048	-	103,548
Disposals	-	-	(29,380)	-	(29,380)
At 30 June 2018	632,140	1,041,440	533,416	100,170	2,307,166
DEPRECIATION					
At 1 July 2017	100,348	81,726	337,244	76,934	596,252
Charge for year	9,406	19,195	34,927	5,809	69,337
Eliminated on disposal	-	-	(25,294)	-	(25,294)
At 30 June 2018	109,754	100,921	346,877	82,743	640,295
NET BOOK VALUE					
At 30 June 2018	522,386	940,519	186,539	17,427	1,666,871
At 30 June 2017	444,292	959,714	209,504	23,236	1,636,746

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2018

10. **FIXED ASSET INVESTMENTS**

Company

**Shares in
group
undertakings
£**

COST

At 1 July 2017
and 30 June 2018

291,567

NET BOOK VALUE

At 30 June 2018

291,567

At 30 June 2017

291,567

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiaries

Butterfly Table Tennis (U.K.) Limited

Registered office: Wood Street, Middlesbrough, Cleveland, TS1 1JP
Nature of business: Dormant

	%		
Class of shares:	holding		
Ordinary	100.00		

	2018	2017
	£	£
Aggregate capital and reserves	65,000	65,000

Tees Sport Limited

Registered office: 8 Baker St, Middlesbrough, Cleveland, TS1 2LH
Nature of business: Dormant

	%		
Class of shares:	holding		
Ordinary	100.00		

	2018	2017
	£	£
Aggregate capital and reserves	6,000	6,000

Ransome Finance Limited

Registered office: 8 Baker St, Middlesbrough, Cleveland, TS1 2LH
Nature of business: Dormant

	%		
Class of shares:	holding		
Ordinary	100.00		

	2018	2017
	£	£
Aggregate capital and reserves	423,262	423,262

Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2018

10. FIXED ASSET INVESTMENTS - continued

Ransomes Check Traders Limited

Registered office: 8 Baker St, Middlesbrough, Cleveland, TS1 2LH

Nature of business: Dormant

	%		
Class of shares:	holding		
Ordinary	100.00		
		2018	2017
		£	£
Aggregate capital and reserves		<u>25,562</u>	<u>25,562</u>

Ransome & Son Finance Co. Limited

Registered office: 8 Baker St, Middlesbrough, Cleveland, TS1 2LH

Nature of business: Dormant

	%		
Class of shares:	holding		
Ordinary	100.00		
		2018	2017
		£	£
Aggregate capital and reserves		<u>42,715</u>	<u>42,715</u>

11. STOCKS

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Goods for resale	<u>1,707,082</u>	<u>1,461,288</u>	<u>1,707,082</u>	<u>1,461,288</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Trade debtors	967,014	1,055,720	967,014	1,055,720
Amounts owed by participating interests	230,000	230,000	230,000	230,000
Other debtors	25,276	43,204	1,357	19,285
Taxation	33,279	-	33,279	-
VAT	6,120	-	6,120	-
Prepayments	62,921	70,077	62,921	70,077
	<u>1,324,610</u>	<u>1,399,001</u>	<u>1,300,691</u>	<u>1,375,082</u>

Alan Ransome Sporting Goods Group
Limited

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2018

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Trade creditors	626,984	399,389	627,005	399,410
Amounts owed to group undertakings	-	-	528,600	528,600
Taxation	-	50,345	-	50,345
Social security and other taxes	15,416	10,850	15,416	10,850
VAT	-	80,755	-	80,755
Directors' current accounts	49,944	1,733	49,944	1,733
Accrued expenses	101,321	129,162	101,321	129,162
	<u>793,665</u>	<u>672,234</u>	<u>1,322,286</u>	<u>1,200,855</u>

14. FINANCIAL INSTRUMENTS

The carrying amounts of the group's financial instruments are as follows:

	2018	2017
	£	£
Financial assets		
Measured at amortised cost		
- Loan debtors receivable (included within trade debtors)	92,997	91,016

The income attributable to the group's financial instruments are summarised as follows:

	2018	2017
	£	£
Total interest income for financial assets at amortised cost	86,528	77,460
Impairment loss for the year on financial assets at amortised cost	12,308	6,533

15. PROVISIONS FOR LIABILITIES

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Deferred tax				
Accelerated capital allowances	141,000	164,000	141,000	164,000

Group

	Deferred tax
	£
Balance at 1 July 2017	164,000
Credit to Statement of Comprehensive Income during year	(23,000)
Balance at 30 June 2018	<u>141,000</u>

**Alan Ransome Sporting Goods Group
Limited (Registered number: 01181988)**

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2018**

15. PROVISIONS FOR LIABILITIES - continued

Company

	Deferred tax £
Balance at 1 July 2017	164,000
Credit to Statement of Comprehensive Income during year	(23,000)
Balance at 30 June 2018	<u>141,000</u>

16. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018 £	2017 £
30,170	Ordinary	£1	<u>30,170</u>	<u>30,170</u>

17. RESERVES

Group

	Retained earnings £	Share premium £	Other reserves £	Totals £
At 1 July 2017	4,037,601	231,299	3,004	4,271,904
Deficit for the year	(83,811)			(83,811)
At 30 June 2018	<u>3,953,790</u>	<u>231,299</u>	<u>3,004</u>	<u>4,188,093</u>

Company

	Retained earnings £	Share premium £	Totals £
At 1 July 2017	3,779,633	231,299	4,010,932
Deficit for the year	(83,811)		(83,811)
At 30 June 2018	<u>3,695,822</u>	<u>231,299</u>	<u>3,927,121</u>

a) Retained earnings represent cumulative profits and losses net of dividends and other adjustments.

b) The share premium account represents the premium arising on the issue of shares.

c) Other reserves represent the surplus on consolidation.

18. PENSION COMMITMENTS

The group operates a defined contribution scheme for the benefit of certain of its employees. The charge for the year was £13,200 (2017: £11,820).

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2018

19. CONTINGENT LIABILITIES

The company is currently subject to an ongoing HMRC enquiry with regard to minimum wage. Whilst the director anticipates that a financial settlement may need to be made, he is of the opinion, based on the information to date, that any such settlement will not be material to these financial statements.

20. RELATED PARTY DISCLOSURES

Debtors include a loan of £230,000 (2017 : £230,000) which is due from Church Lane Builders Limited. There are no formal terms of repayment. No interest has been paid in the year to 30 June 2018 or 2017. Mr A E Ransome is the sole director and shareholder of Church Lane Builders Limited.

The total remuneration for key management personnel for the year totalled £Nil (2017: £Nil), being remuneration disclosed in note 3.

21. ULTIMATE CONTROLLING PARTY

Mr A E Ransome, the director of the company, controls the company as a result of controlling directly 100% of the issued share capital of the company.